GOVERNMENT OF INDIA
FINANCE
LOK SABHA

STARRED QUESTION NO:199
ANSWERED ON:04.08.2000
PREMIUM RATES OF LIC/GIC
HARIBHAU MAHALE

Will the Minister of FINANCE be pleased to state:

(a) whether the premium rates of Life Insurance Corporation and GeneralInsurance Corporation are amongst the highest rates prevalent worldwide;

(b) if so, the details thereof;

(c) whether any country-wise study has been conducted in this regard;

(d) if so, the reasons for keeping high rate of premium in the country; and

(e) the corrective measures being taken in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALA SAHEB VIKHE PATIL)

(a) to (e): A Statement is laid on the Table of the House.
THE STATEMENT REFERRED TO IN REPLY TO LOK SABHA STARRED QUESTION NO*199 FOR ORAL FOR 4TH AUGUST 2000 BY SHRI HARIBHAU SHANKAR MAHALE, (M.P.) REGARDING PREMIUM RATES OF LIC/GIC

(a): No, Sir.

(b): Does not arise.

(c): According to General Insurance Corporation no specific country-wise comparative studyof premium rates has so far been undertaken, as per their information. The Life InsuranceCorporation of India have compared their premium rates under `without-profit Endowment Assurance Policy` with those of some foreign insurers and found that LIC`s rates are the lowest among them.

(d) & (e): Does not arise.